GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:1033
ANSWERED ON:23.11.2007
FRAUDS IN BANKS
Kaushal Shri Raghuvir Singh

Will the Minister of FINANCE be pleased to state:

(a) the bank-wise details of fraud cases in the banks during the last three years including the current year

(b) the details cr the cases handed over to CBI or police during the said period;

(c) the number of cases wherein the responsibility of staff has been fixed;

(d) whether the money involved in the above fraud cases has been recovered;

(e) if so, the details thereof; and

(f) the bank-wise details of amount which was not received by the concerned party due to fraud during the said period?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI PAWAN KUMAR BANSAL)

(a): The bank-wiso details of the number of frauds, amount Involved therein as reported by banks to Reserve Bank of India (RBI) for the year 2004, 2005, 2006 and 2007 (upto June) are given in Annex.

(b)&(c): As per extant guidelines, public sector banks are required to report fraud cases involving amount of rupees, one crore and above to CBI and below rupees one crore to local police. RBI advises all the banks to examine the staff accountability in ail cases of frauds. Action is taken against delinquent employees for their involvement in cases of frauds. The details of action taken against such delirquent employees are as under:

YEAR	NO.OF EMPLOYEES CONVICTED	NO.OF EMPLOYEES AWARDED MAJOR/MINOR PENALITIEES	OUT OF EMPLOYEES DISMISSED/ REMOVED DISCHARGED/	NO OF EMPLOYEES ACQUITTED THE COURT	NO.OFEMPLOYEES AGAINST WHOM PROSECUTION IS PENDING IN	NO.OF EMPLOYEES AGAINST WHOM DEPARTMENTAL PROCEEDINGS ARE PENDING
2004	127	1590	461	69	635	1429
2005	120	1506	451	33	658	1404
2006	43	1416	437	48	596	1340
2007 (upto June)	66	732	183	34	575	1235

(d) & (e) : The amount recovered by banks in fraud cases during the year 2004, 2005, 2006 and 2007 (upto June 2007) was as follows:

(Amount in crore)

	2004	2005	2006	2007 (UPTO JUNE)
Public Sector Banks	138.35	127.78	231.81	236.09

(f) : The bank-wist: details of the amount which was not received by the concerned party due to Fraud is not available with RBI.